PLAINTIFF'S EXHIBIT
P06-689

Packaging Materials, continued

Physical inventory is going ahead the end of month despite suggestions to the contrary.

Mr. Brenner confirmed we are receiving credit for Barker pallets. Also savings are occurring through the use of the special returnable Wollastonite pallet.

A program has been instituted to manually track packaging deviations and report to Accounts Dept. During October already picked up variances although savings were very minimal.

Material Control

MVS Program currently running audits. Program will show raw material loss. System started in Dept. 14. Early results show we could account for all but 1/10 of 1%.

This program will be started in 07 South on Monday. We are trying to monitor every part from pulping to warehousing in the hope of coming up with distribution of material usage. We will weigh dry scrap against tiles, weigh finished goods.

Mr. Lecian pointed out 30 tons of credit lost from the time product was shrink wrapped and went to warehouse without showing up on runs.

K-4 Reclaim System and Central Reclaim System

Blow tank still being made. Still hope to complete project by December 15. R. Habke has been working 50% of his time at Johnstown, (which may delay the projec

Dry Scrap

Mr. Cinke has taken on extra help to get drawings done. Mr. Hocevar is working on platform for Hammermill. Three truckloads of ground PROFAX on order. Capital for $18,000/$20,000 for heating system will be necessary to be able to work in that area to grind scrap. Mr. Wood wants to be sure there is a market before additional capital is spent; will check with Steel Mill Industries.

Asbestos-Free Recipes

Mr. FitzGerald reported we have made change to halfway house recipe and general quality improved. For Copperweld we have a 2% recipe which does not need sanding; will try down to 1% since sanding is no longer needed. In sleeves Dept. 05, we are still struggling along. EP 5269 seems to be viable recipe but not yet converted. Seal-On ring very sensitive; will not handle well. Improvements are being made on the R-1 Machine and injection forming. Sharon Steel is asking for asbestos-free ring. Manufacturing still waiting for list of steel mills who would accept PROFAX 10 product. Also expecting to receive report from Technical Department regarding PROFAX 10 with asbestos.

Alternatives - paper recipe and Hedman Fibres--must have decision by end of year.

Asbestos-Free Recipes, continued

Mr. Lecian should have some suggestions and ideas for the handling of asbestos by the end of the week. Mr. Brenner reported we have contacted approximately 12 outside people who may be interested in bagging asbestos for our use. Five or six have been given small samples. One company has expressed interest. Two 100 lb. bags will be returned next week; however, it will take bagging a trial load before cost can be established.

Health Program

Some formalized program established. One problem is better tracking and identification of high TLV areas. Next exams will be conducted in November sometime during first two weeks dependent upon physician's availability in plant. Mr. Ferguson needs feedback from everyone who may be heavily exposed.

Labor Productivity

September showed slight improvement over month before in productivity. SBR System shows things are improving but does not show to what amount. Will sort out to see where problems are. We have changed supervisors which should help.

Mr. FitzGerald explained the pulper training program. Goals have been established. Layout and actual details of course must be made. All supervisors and some Q.C. technicians are involved in additional course outside of plant. Restructuring Q.C. Dept. to get more authority in off shifts.

Dept. 05 still has some recipe problems. Third shift being disbanded; moving people to 07 area.

SBR Schedule Miss Meetings held daily with each supervisor discussing maintenance problems, what happened that day and what the next day looks like. Schedule misses are classified and distributed to proper department.

Attainment in Dept. 07 being kept by measuring total tons packed vs. what should be packed with number of people on hand. Chart being kept.

Man identifying with machine; more emphasis is put on good packaged product rather than number of cycles.

Mr. Miller re-studied utilization of time and did see a marked improvement with change in break periods. Will be doing it again in another month.

To help improve conversion "A" machine was moved. SAM Machine has been moved; with the SAM holding tank being used by "D" Machine. Dr. Phoenix asked if oscillation was cut to reduce wear and tear on machines to which Mr. Cinke reported it is cut by use of a smaller drive unit.

Land Fill Project

Layout of trade-off of land being done.

City of Brook Park has legislation on books that land fill cannot be done in Brook Park. However, City did use Pearson's land for fill and this is also on the city books. Dr. Phoenix felt it is important to find proper wording to describe our situation and what we want to do on this project.